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**UNITED STATES DISTRICT COURT
 FOR THE DISTRICT OF NEVADA**

Draney Information Services Corp., WRLJ Maple
 Corp., and PS Holdings, Inc.,

Plaintiffs,

v.

United States,

Defendant.

Civil No. 2:09-cv-00040- LDG (VCF)

JOINT STATUS REPORT

United States

Counterclaim Plaintiff,

v.

Draney Information Services Corp.,

Counterclaim Defendant

Plaintiffs Draney Information Services Corp., WRLJ Maple Corp., and PSHoldings, Inc. (collectively, "Plaintiffs") and Defendant United States Pursuant to the Court's Order of January 12, 2012, the parties submit the following status report to describe their progress towards settlement.

As this Court is aware, Plaintiffs were engaged in discussions with the United States aimed at resolving all of the claims in this case and, on December 1, 2011, Plaintiffs submitted a formal offer of settlement to the Department of Justice. The Chief of the Civil Trial Section, Western Region, has completed his formal

1 recommendation with respect to Plaintiffs' offer, and that recommendation, along with the trial attorneys'
 2 recommendation, have been submitted to the Tax Division's Office of Review (the "Office of Review") for its
 3 evaluation and recommendation which must be reviewed by senior officials at the Department of Justice who
 4 have ultimate and final settlement authority. Similarly, the Internal Revenue Service also completed its
 5 recommendation with respect to the Plaintiffs' offer, and a copy of that recommendation has been provided to
 6 the Office of Review. To date, the Office of Review has made substantial progress and has recently requested
 7 additional information from Plaintiffs, which has been provided, but has not yet completed its full review of
 8 Plaintiffs' offer. Once the Office of Review has completed its review of Plaintiffs' offer, the offer must be
 9 reviewed by other senior officials at the Department of Justice.

11 Given this status, the parties respectfully request that the Court set an April 9, 2012, deadline for a
 12 status report on the continued progress toward a final resolution.

13 Respectfully submitted,

14 Dated: March 9, 2012

/s/Kent A. Yalowitz
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21 Dated: March 9, 2012

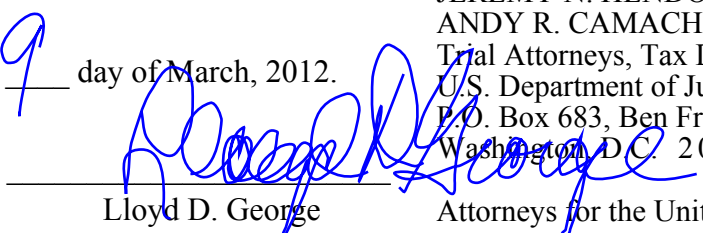
STEVEN W. MYHRE
 Attorney for the United States,
 Acting Under Authority Conferred
 by 28 U.S.C. § 515

23 ORDER

24 IT IS SO ORDERED.

25 DATED this 9 day of March, 2012.

26 Andy R. Camacho
 JEREMY N. HENDON
 ANDY R. CAMACHO
 Trial Attorneys, Tax Division
 U.S. Department of Justice
 P.O. Box 683, Ben Franklin Station
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27 
 28 Lloyd D. George
 Sr. U.S. District Judge

Attorneys for the United States of America